

RCS CAPITAL CORPORATION,
Nominal Defendant.

Case No.: 16 Civ. 0602 (KPF)

WHEREAS the filing of this petition triggered an automatic stay of these proceedings as against RCAP (Dkt. No. 15);

WHEREAS Section 5.1(2) of the presently unconfirmed First Amended Joint Plan of Reorganization for RCS Capital Corporation and its Affiliated Debtors Under Chapter 11 of the Bankruptcy Code (Dkt. No. 324 of Case No. 16-10223) (“Joint Plan”) provides that, on the effective date defined in the Joint Plan, prepetition interests in RCAP “shall be cancelled, discharged, and of no further force or effect and any right of any holder of [such interest] in respect thereof, including any Claim related thereto, shall be deemed cancelled, discharged and of no force or effect”;

WHEREAS Defendant contends that Plaintiff and Liberty Solution will not have standing to pursue this litigation after the effective date defined in the Joint Plan (without conceding that they currently have standing);

WHEREAS Plaintiff contends that he has and will continue to have standing to pursue this litigation after the effective date defined in the Joint Plan;

NOW THEREFORE Plaintiff and Defendant stipulate and agree as follows:

1. This case shall be stayed until 60 days after the effective date defined in the Joint Plan (or any successor to or replacement of the Joint Plan).
2. RCAP Holdings, LLC’s deadline for filing and serving an answer or a motion under Rule 12 shall be continued to 60 days after the effective date defined in the Joint Plan (or any successor to or replacement of the Joint Plan).
3. The initial pretrial conference scheduled for April 14, 2016 (Dkt. No. 5) shall be continued to a date to be determined by the Court.

March 24, 2016

GLANCY PRONGAY & MURRAY

By: Lesly F. Portnoy / AEG

Lesly F. Portnoy (LP-1941)
Gregory B. Linkh (GL-0477)
122 E 42nd Street, Suite 2920
New York, New York 10168
Telephone: (212) 682-5340
Facsimile: (212) 884-0988
lportnoy@glancylaw.com
glinkh@glancylaw.com

Liaison Counsel for Plaintiff

THE WAGNER FIRM

Avi Wagner
1925 Century Park East, Suite 2100
Los Angeles, California 90067
Telephone: (310) 491-7949
Facsimile: (310) 694-3967
avi@thewagnerfirm.com

Counsel for Plaintiff

**KELLOGG, HUBER, HANSEN, TODD,
EVANS & FIGEL, P.L.L.C.**

By: [Signature]

Reid M. Figel
David L. Schwarz (*pro hac vice*)
Andrew E. Goldsmith
Bradley E. Oppenheimer (*pro hac vice*)
1615 M Street, N.W., Suite 400
Washington, D.C. 20036
Telephone: (202) 326-7900
Facsimile: (202) 326-7999
rfigel@khhte.com
dschwarz@khhte.com
agoldsmith@khhte.com
boppenheimer@khhte.com

Counsel for RCAP Holdings, LLC

This case is STAYED until further order of the Court. The Clerk of Court is directed to place the matter on the suspense calendar. The parties are further ORDERED to submit a joint letter addressing the status of the bankruptcy proceedings every 120 days, and to advise the Court promptly after the bankruptcy stay is lifted. Finally, the initial pretrial conference currently scheduled for April 14, 2016, is hereby ADJOURNED *sine die*.

Dated: March 25, 2016
New York, New York

SO ORDERED.

Katherine Polk Failla

HON. KATHERINE POLK FAILLA
UNITED STATES DISTRICT JUDGE